

LAW, THE LENDING OPERATIONS OF WHICH ARE SUBJECT TO SUPERVISION, EXAMINATION, AND REGULATION BY A STATE OR FEDERAL AGENCY OR WHICH IS LICENSED UNDER TITLE 12, SUBTITLE 4 OF THE FINANCIAL INSTITUTIONS ARTICLE OR IS A RETAILER.

(2) "CREDIT GRANTOR" INCLUDES ANY BANK, TRUST COMPANY, OR SAVINGS BANK HAVING ITS PRINCIPAL PLACE OF BUSINESS IN THIS STATE AND INCORPORATED UNDER THE LAWS OF THIS STATE OR ANY DEPOSITORY INSTITUTION HAVING ITS PRINCIPAL PLACE OF BUSINESS IN THIS STATE AND ORGANIZED UNDER THE AUTHORITY OF THE UNITED STATES.

(B) "BORROWER" MEANS A CORPORATION, PARTNERSHIP, ASSOCIATION, GOVERNMENT, OR GOVERNMENTAL SUBDIVISION OR AGENCY, TRUST, INDIVIDUAL, OR OTHER ENTITY RECEIVING A LOAN OR OTHER EXTENSION OF CREDIT UNDER THIS SUBTITLE.

(C) "CONSUMER BORROWER" MEANS AN INDIVIDUAL RECEIVING A LOAN OR OTHER EXTENSION OF CREDIT UNDER THIS SUBTITLE FOR PERSONAL, HOUSEHOLD OR FAMILY PURPOSES.

{B} (D) "CLOSED END CREDIT" MEANS THE EXTENSION OF CREDIT BY A BANK CREDIT GRANTOR TO A BORROWER UNDER AN ARRANGEMENT OR AGREEMENT WHICH IS NOT A REVOLVING CREDIT PLAN AS DEFINED IN SUBTITLE 9 OF THIS TITLE.

{E} (E) "LOAN" MEANS ANY SINGLE EXTENSION OF CLOSED END CREDIT, WHETHER REPAYABLE IN INSTALLMENTS, ON DEMAND, OR OTHERWISE AND WHETHER EXTENDED IN ONE OR MORE ADVANCES.

12-1002.

(A) ANY BANK CREDIT GRANTOR MAY, ~~SUBJECT-TO-ANY-LIMITATIONS ON-LENDING--AUTHORITY--CONTAINED--IN--ITS--CHARTER--OR--OTHERWISE IMPOSED--BY-BANKING-LAWS-AND-REGULATIONS-AND~~ SUBJECT TO THE OTHER PROVISIONS OF THIS SUBTITLE, OFFER AND EXTEND CLOSED END CREDIT TO A BORROWER.

(B) IN CONNECTION WITH A CLOSED END ACCOUNT, A BANK CREDIT GRANTOR MAY CHARGE AND COLLECT THE INTEREST AND OTHER CHARGES PERMITTED BY THIS SUBTITLE AND MAY TAKE ANY SECURITY AS COLLATERAL AS MAY BE ACCEPTABLE TO THE BANK CREDIT GRANTOR.

12-1003.

(A) A BANK CREDIT GRANTOR MAY CHARGE AND COLLECT INTEREST ON A LOAN AT ANY DAILY, WEEKLY, MONTHLY, ANNUAL, OR OTHER PERIODIC PERCENTAGE RATE AS THE AGREEMENT, THE NOTE, OR OTHER EVIDENCE OF THE LOAN PROVIDES IF THE EFFECTIVE RATE OF SIMPLE INTEREST IS NOT IN EXCESS OF 24 PERCENT PER YEAR. THE RATE OF INTEREST ~~INITIALLY~~ CHARGEABLE ON A LOAN MUST BE EXPRESSED IN THE AGREEMENT AS A SIMPLE INTEREST RATE OR RATES.

(B) (1) INTEREST MAY BE CALCULATED BY WAY OF SIMPLE INTEREST OR BY ANY OTHER METHOD AS THE AGREEMENT, NOTE, OR OTHER